



1. The Week in Review

- Hungary’s President visit to strengthen investments in areas such as renewable energy, Tourism, mining and finance, to say the least.
- An 18.33% comparative Increase in Forex reserve from May 2023 to last Friday, signals BOT’s efforts in curbing foreign currency shortages are yielding results.

Domestic Equities market recorded a positive performance this week as Turnover and Volume increased, despite a decline in Prices. The market recorded a weekly Turnover of TZS 1.52/= billion against a Volume of 3.14 million shares.

Total market capitalization decreased to TZS 15,121.11/= billion, a 1.23% decrease and the Domestic market capitalization decreased to TZS 10,852.53/= billion, a 0.15% decrease.

TICL was the top gaining counter this week closing at TZS 155/=, 3.33% up and TCCL closing at TZS 1,800/=, 2.27% up.

DCB was the top losing counter this week closing at TZS 140/=, 6.67% down, followed by DSE closing at TZS 1,700/=, 6.59% down and SWIS closing at TZS 1,640/=, 3.53% down.

CRDB was a top market mover this week, recording 88.83% of total market turnover followed by NICO with 3.61% and TCCL with 1.87%.

All Shares Index (DSEI) decreased by 1.23% to close at 1,813.34 points as KCB, EABL and JHL depreciated and Tanzania Shares Index (TSI) decreased by 0.15% to close at 4,101.96 points. Banks, Finance & Investment (BI) closed at 3,932.06 points, 0.53% down as NICO, DSE and CRDB decreased. Industrial and allied (IA) closed at 5,124.56 points, 0.04% up as TCCL increased and Commercial Service (CS) closed at 2,161.21 points, 0.12% down as SWIS saw a decline.

Weekly Outlook

The Equities Market was in tandem with our last week’s forecast as Volume and Turnover increased, surprisingly, counter prices diverged. We think the positive market performance came on the back of an increase in domestic buyers.

We forecast an increase in Turnover, Volume and Prices next week as investors anticipate positive 2Q 2023 performance from financial counters such as CRDB.

Fixed Income

Primary market

The 10-Year Treasury bond auction results echoed our last week’s forecasts as the bond was undersubscribed. We forecast an increase in Yields in the upcoming Treasury bill auction results.

Secondary market

The secondary bond market recorded a total of 66 deals from both Treasury and Corporate bond segments this week, recording a total Turnover of TZS 112.76 billion.

The 25-Year Treasury bonds recorded an average Yield of 13.27% with an average price of 97.71% and the 20-Year Treasury bonds with an average yield of 13.00% and price of 111.72%. On the corporate bonds segment NMB bonds recorded an average Yield of 20.23% with an average price of 85.00%

Table 1: Market Weekly data

	Last Week	This Week	Change
Turnover (TZS Millions)	1,183.38	1,522.41	+28.65%
Foreign Buyers (%)	50.40%	0.00%	-100.00%
Volume (Million shares)	2.17	3.14	+44.61%
Total Market Cap (TZS Bn)	15,309.14	15,121.11	-1.23%
Domestic Market Cap (TZS Bn)	10,868.98	10,852.53	-0.15%
DSEI	1,835.88	1,813.34	-1.23%
TSI	4,108.17	4,101.96	-0.15%
IA	5,122.32	5,124.56	+0.04%
BI	3,953.19	3,932.06	-0.53%
CS	2,163.74	2,161.21	-0.12%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover (Bln)
NMB	20.35%	85.00%	0.003
15 Year	8.51%	103.31%	30.99
20 Year	13.00%	111.72%	64.16
25 Year	13.27%	97.71%	17.61

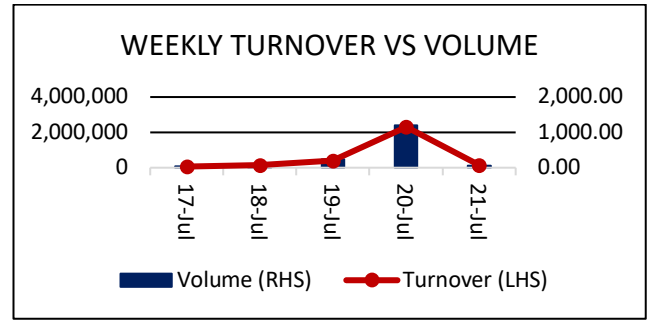
Vertex calculation, DSE.

Table 3: Net Asset Value per Unit for Unit Schemes

	13-July	19-July	%Change
UMOJA	930.6424	931.7004	+0.114%
WEKEZA	795.9705	796.8185	+0.107%
WATOTO	586.9006	587.6460	+0.127%
JIKUMU	164.1912	164.3692	+0.108%
LIQUID	363.6728	364.2702	+0.164%
BOND	115.2275	115.4152	+0.163%

Source: UTT, Vertex Calculations.

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Chart of the Week

Source: DSE, Vertex Calculations.



Disclaimer

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